

COMMONWEALTH TRANSPORTATION FUND REVENUE REPORT

May 2003

Summary

Collections in the Commonwealth Transportation Fund declined by 2.3 percent in May. This marks the fifth time in the last eight months that monthly receipts have fallen. With one month remaining in the fiscal year, growth is up 0.4 percent, considerably behind the official forecast of 3.7 percent growth.

Motor Fuels Tax (excluding PTF Fuels Tax Revenue)

Motor fuels tax collections fell by 2.6 percent in May. Since September, monthly growth has exceeded one percent only once and has been negative five out of the last eight months. Annual collections are up 1.3 percent, lagging the official forecast by 1.8 percentage points. With the significant rainfall throughout the last two months, particularly on the weekends, it is highly unlikely that this source will show any growth in June.

Motor Vehicle Sales and Use Tax

Collections in this source fell in May, dropping by 2.3 percent. Year-to-date collections are up 0.9 percent, well behind the 4.5 percent growth expected in the official forecast. Until the Commonwealth's employment picture brightens, motor vehicle sales are unlikely to attain the level reached in fiscal year 2002.

State Retail Sales Tax

The transportation portion of the state retail sales tax increased by 2.9 percent in May. Collections in this source are down 3.8 percent in fiscal year 2003 as the July TTF retail sales tax were retained in the general fund in June.

Motor Vehicle Licenses

Motor vehicle registration fee collections slumped in May, falling by 13.5 percent. Year-to-date growth is now 6.5 percent, well behind the official forecast of 20.8 percent growth.

Commonwealth of Virginia/Department of Accounts
Highway Maintenance and Operating Fund and Transportation Trust Fund Revenues
Summary Statement of Revenue Estimates & Collections
For the Fiscal Years 2002 and 2003
(Dollars in Thousands)

| Revenue | FY 2003 Estimate | As a % of Total Fund | May | | | Year-To-Date | | | % Annual Growth Required By Estimate |
|---------------------------------|---------------------|----------------------------|-----------|-----------|-------------|--------------|-------------|-------------|---|
| | | | FY 2003 | FY 2002 | % Change | FY 2003 | FY 2002 | % Change | |
| Motor Fuel Taxes | \$819,100 | 28.96 | \$66,376 | \$68,157 | (2.6) | \$668,185 | \$659,422 | 1.3 | 3.1 |
| Priority Transportation Fund | 20,000 | 0.71 | 2,000 | 2,000 | 0.0 | 18,000 | 18,000 | 0.0 | 0.0 |
| Motor Vehicle Sales and Use Tax | 556,300 | 19.67 | 46,189 | 47,277 | (2.3) | 488,923 | 484,652 | 0.9 | 4.5 |
| State Sales and Use Tax | 381,100 | 13.47 | 32,905 | 31,964 | 2.9 | 342,350 | 355,837 | (3.8) | (1.8) |
| Motor Vehicle License Fees | 175,300 | 6.19 | 14,573 | 16,844 | (13.5) | 143,509 | 134,743 | 6.5 | 20.8 |
| International Registration Plan | 61,300 | 2.17 | 6,268 | 4,550 | 37.8 | 49,702 | 51,725 | (3.9) | 3.5 |
| Interest Earnings | 12,400 | 0.44 | 0 | 2 | (100.0) | 14,624 | 14,016 | 4.3 | (11.6) |
| Misc. Taxes, Fees, and Revenues | 23,600 | 0.84 | 1,315 | 2,846 | (53.8) | 21,532 | 22,306 | (3.5) | 3.5 |
| Total State Taxes and Fees | \$2,049,100 | 72.45 | \$169,626 | \$173,640 | (2.3) | \$1,746,825 | \$1,740,701 | 0.4 | 3.7 |

Percentage is greater than 1,000%.

Commonwealth of Virginia/Department of Accounts
Highway Maintenance and Operating Fund and Transportation Trust Fund Revenues
Statement of Revenue Estimates & Collections
For the Fiscal Years 2002 and 2003
(Dollars in Thousands)

| | | As a % | May | | | Year-To-Date | | | % Annual |
|---|-------------|----------|-----------|-----------|---------|--------------|-------------|--------|----------|
| | FY 2003 | of Total | | | % | | | % | Growth |
| Revenue | Estimate | Fund | FY 2003 | FY 2002 | Change | FY 2003 | FY 2002 | Change | Required |
| By Est | | | | | | | | | |
| HIGHWAY MAINTENANCE AND OPERATING FUND: | | | | | | | | | |
| Motor Fuel Taxes (Includes Road Tax) | \$699,200 | 24.72 | \$56,672 | \$58,290 | (2.8) | \$568,237 | \$560,757 | 1.3 | 3.4 |
| Motor Vehicle Sales and Use Tax | 357,600 | 12.64 | 29,616 | 29,924 | (1.0) | 313,622 | 311,711 | 0.6 | 4.6 |
| Motor Vehicle License Fees | 151,100 | 5.34 | 12,770 | 14,506 | (12.0) | 125,859 | 117,158 | 7.4 | 20.1 |
| International Registration Plan | 61,300 | 2.17 | 6,268 | 4,550 | 37.8 | 49,702 | 51,725 | (3.9) | 3.5 |
| Misc. Taxes, Fees, and Revenues | 23,600 | 0.84 | 1,315 | 2,846 | (53.8) | 21,532 | 22,306 | (3.5) | 3.5 |
| Total State Taxes and Fees | \$1,292,800 | 45.71 | \$106,641 | \$110,116 | (3.2) | \$1,078,952 | \$1,063,657 | 1.4 | 5.4 |
| Other Revenues: | | | | | | | | | |
| Federal Grants and Contracts | \$0 | 0.00 | \$807 | \$802 | 0.6 | \$12,646 | \$12,378 | 2.2 | (100.0) |
| Transfer (to) / from Transportation | | | | | | | | | |
| Trust Fund | 147,200 | 5.21 | 0 | 0 | - | 137,271 | 0 | - | # |
| Total Highway Maintenance and Operating Fund | \$1,440,000 | 50.92 | \$107,448 | \$110,918 | (3.1) | \$1,228,869 | \$1,076,035 | 14.2 | 17.3 |
| TRANSPORTATION TRUST FUND: | | | | | | | | | |
| Motor Fuel Taxes | | | | | | | | | |
| (Includes Aviation & Road Taxes) | \$119,900 | 4.24 | \$9,704 | \$9,867 | (1.7) | \$99,948 | \$98,665 | 1.3 | 1.8 |
| Priority Transportation Fund | 20,000 | 0.71 | 2,000 | 2,000 | 0.0 | 18,000 | 18,000 | 0.0 | 0.0 |
| Motor Vehicle Sales and Use Tax | | | | | | | | | |
| (Includes Rental Tax) | 198,700 | 7.03 | 16,573 | 17,353 | (4.5) | 175,301 | 172,941 | 1.4 | 4.5 |
| State Sales and Use Tax | 381,100 | 13.47 | 32,905 | 31,964 | 2.9 | 342,350 | 355,837 | (3.8) | (1.8) |
| Motor Vehicle License Fees | 24,200 | 0.85 | 1,803 | 2,338 | (22.9) | 17,650 | 17,585 | 0.4 | 25.6 |
| Interest Earnings | 12,400 | 0.44 | 0 | 2 | (100.0) | 14,624 | 14,016 | 4.3 | (11.6) |
| Total State Taxes and Fees | \$756,300 | 26.74 | \$62,985 | \$63,524 | (0.8) | \$667,873 | \$677,044 | (1.4) | 0.9 |
| Other Revenues: | | | | | | | | | |
| Federal Grants and Contracts | \$669,400 | 23.67 | \$54,712 | \$65,871 | (16.9) | \$637,028 | \$898,733 | (29.1) | (29.4) |
| Receipts from Cities/Counties | 37,500 | 1.33 | 1,124 | 955 | 17.7 | 26,889 | 31,943 | (15.8) | 10.4 |
| Toll Revenues (Includes Route 28) | 72,200 | 2.55 | 4,769 | 4,467 | 6.8 | 51,155 | 57,698 | (11.3) | 14.5 |
| Miscellaneous Revenues | 0 | 0.00 | 2,381 | 1,113 | 113.9 | 16,487 | 14,062 | 17.2 | (100.0) |
| Total Other Revenues | \$779,100 | 27.55 | \$62,986 | \$72,406 | (13.0) | \$731,559 | \$1,002,436 | (27.0) | (26.7) |
| Transfer (to) / from Highway | | | | | | | | | |
| Maintenance and Operating Fund | (\$147,200) | (5.21) | \$0 | \$0 | - | (\$137,271) | \$0 | - | # |
| Total Transportation Trust Fund | \$1,388,200 | 49.08 | \$125,971 | \$135,930 | (7.3) | \$1,262,161 | \$1,679,480 | (24.8) | (24.0) |
| TOTAL HIGHWAY MAINTENANCE AND OPERATING AND TRANSPORTATION TRUST FUND | | | | | | | | | |
| | \$2,828,200 | 100.00 | \$233,419 | \$246,848 | (5.4) | \$2,491,030 | \$2,755,515 | (9.6) | (7.4) |

Percentage is greater than 1,000%.